

Shook & Fletcher Asbestos Settlement Trust
Harry Huge, Trustee
1105 North Market Street, Suite 916
Wilmington, DE 19801

May 5, 2017

Notice to Claimants and Claimants' Counsel
Payment Percentage Decreased to 76%
For Offers Made After May 5, 2017

Effective for offers of payment made by the Trust after May 5, 2017, the Trustee, with the consent of the Trust Advisory Committee (the TAC) and the Futures Representative (the FR), pursuant to section 4.2 of the Trust's Claims Resolution Procedures (the CRP), has determined to decrease the payment percentage from 83% to 76%.

Claimants who receive offers of payment from the Trust after May 5, 2017 will be paid 76% of their approved claim values. Claimants who received offers of payment from the Trust on or before May 5, 2017 will continue to be paid at the payment percentage in effect at the time of such offers.

In addition, the Trustee, with the consent of the TAC and the FR, pursuant to section 5.2(e)(1) of the CRP, determined to resume inflation adjustments to the claims values set forth in the Compensable Disease Matrix as of January 1, 2018. All matrix values will be increased by the percentage increase in the Consumer Price Index as reported for 2017 by the United States Bureau of Labor Statistics. Such increased matrix values will apply to all offers made after January 1, 2018.

The Trustee determined to decrease the payment percentage, with the consent of the TAC and the FR, based upon the assets of the Trust, the estimated future claims against the Trust and the other factors described in section 4.2 of the CRP, in consultation with the Trust's actuarial consultants and other professionals. Because the Trust's assets, estimated future claims and other factors affecting the Trust's ability to pay claims may change over time, and unanticipated events may occur, the Trustee may adjust the payment percentage and the inflation adjustment factor, or otherwise modify the CRP, in the future, with the consent of the TAC and FR, as provided in the CRP.